

STATE WATER RESOURCES CONTROL BOARD
RESOLUTION NO. 83 - 73

RESCIND AN AMENDMENT TO LOAN CONTRACT NO. Q7-002-50 BETWEEN
THE STATE WATER RESOURCES CONTROL BOARD AND THE SOUTH TAHOE
PUBLIC UTILITY DISTRICT

Whereas:

1. The Board on February 17, 1977 approved a loan of \$1.7 million to the South Tahoe Public Utility District (Agency) from the State Water Quality Control Fund to provide funds for the rehabilitation of the Luther Pass pipeline, pumping stations and appurtenances. The loan was to be repaid within 25 years or lump sum payment upon receipt of any funds recovered through litigation.
2. On September 14, 1982, the Agency accepted settlement of the litigation for the cash sum of \$4.3 million dollars.
3. The Board on November 18, 1982 by Resolution No. 82-56 approved a loan amendment that would:
 - (a) Allow the Agency to continue to make annual repayments of principal and interest in accordance with the present repayment schedule, and
 - (b) Upon completion of the construction of the Treatment Plant Improvement Project (Improvement Project), scheduled in Priority Class A on the 1983 Grant Priority List, revise the repayment schedule to provide for repayment by the Agency of all principal and interest within five (5) annual installment periods with the first installment due one year after completion of construction or October 1, 1985, whichever first occurs.
4. The Agency has not proved that a financial hardship exists at this time.
5. The Agency has discussed with Board staff other alternates to meet their financial needs and has agreed to repay the loan under the terms specified in their loan contract.

THEREFORE BE IT RESOLVED:

That the State Board rescinds Board Resolution No. 82-56 and directs staff as follows:

1. That the existing loan Contract No. Q7-002-50 shall be due and payable in full on October 1, 1983;
2. That the total of principal and interest shall be calculated through October 1, 1983, and after receipt of payment, no later than October 10, 1983, an additional interest payment will become due for the period between October 1, 1983 and the date of receipt of the final loan payment.

CERTIFICATION

The undersigned, Executive Director of the State Water Resources Control Board, does hereby certify that the foregoing is a full, true, and correct copy of a resolution duly and regularly adopted at a meeting of the State Water Resources Control Board held on September 15, 1983.



Clint Whitney
Executive Director